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United States District Court Southern District of New York

1:20-cv-01291

Chandra Campbell, individually and on behalf of all others similarly situated,

Plaintiff.

- against -

**Class Action Complaint** 

Whole Foods Market Group, Inc.,

Defendant

Plaintiff by attorneys alleges upon information and belief, except for allegations pertaining to plaintiff, which are based on personal knowledge:

- 1. Whole Foods Market Group, Inc. ("defendant") manufactures, distributes, markets, labels and sells graham crackers purporting to be sweetened primarily with honey and containing a predominant amount of whole grain graham flour under their Organic 365 brand ("Products").
- 2. The Products are available to consumers from defendant's retail stores and Amazon.com and are sold in boxes of 14.4 OZ (408g).
- 3. The relevant front and identical back representations include "Honey Graham Crackers," "Organic," golden brown crackers and a honey dipper resting in a bowl of honey.



4. The Product's side panel contains the Nutrition Facts and ingredient list.



INGREDIENTS: ORGANIC WHEAT FLOUR, ORGANIC CANE SUGAR, ORGANIC EXPELLER PRESSED SUNFLOWER SEED OIL, AND/OR ORGANIC EXPELLER PRESSED SAFFLOWER SEED OIL, AND/OR ORGANIC EXPELLER PRESSED CANOLA OIL, ORGANIC WHOLE WHEAT FLOUR, ORGANIC HONEY, ORGANIC MOLASSES, CONTAINS LESS THAN 2% OF EACH OF THE FOLLOWING: ORGANIC CANE SYRUP, SEA SALT, BAKING SODA (SODIUM BICARBONATE), AMMONIUM BICARBONATE, CREAM OF TARTAR.

5. The representations are misleading because though the Products are misrepresented as containing more honey and whole grain flour than sugar and non-whole grain flour.

## I. Honey is Misrepresented as Main Sweetener

- 6. The Product's representations convey that honey is the exclusive, primary and/or significant sweetener in the Products.
- 7. However the Products are sweetened primarily with sugar and contain only miniscule amounts of honey.

## A. Sugar Disfavored as Sweetener

- 8. In 2014, the National Institutes of Health cautioned: "experts agree that Americans eat and drink way too much sugar, and it's contributing to the obesity epidemic. Much of the sugar we eat isn't found naturally in food but is added during processing or preparation."
- 9. The NIH noted further: "[s]everal studies have found a direct link between excess sugar consumption and obesity and cardiovascular problems worldwide."<sup>2</sup>
- 10. There has long been a consensus among doctors and nutritionists that "[e]ating too much sugar contributes to numerous health problems, including weight gain, Type 2 diabetes, dental caries, metabolic syndrome and heart disease, and even indirectly to cancer because of certain cancers' relationship to obesity."<sup>3</sup>
- 11. In addition, "there is emerging research that suggests high-sugar diets may increase the risk of developing [dementia]."4
- 12. As part of a societal trend toward consuming healthier foods and natural foods, avoidance of added sugar has been and remains a significant consumer preference, with consumers

<sup>3</sup> Marlene Cimons, <u>Eating too much sugar can hurt your health</u>, <u>and for some it's actually addictive</u>, Washington Post December 16, 2017.

<sup>&</sup>lt;sup>1</sup> NIH, Sweet Stuff: How Sugars and Sweeteners Affect Your Health, October 2014.

<sup>&</sup>lt;sup>2</sup> *Id*.

<sup>&</sup>lt;sup>4</sup> Kieron Rooney, <u>Yes, too much sugar is bad for our health – here's what the science says</u>, The Conversation, March 8, 2018.

strongly favoring honey as a sugar substitute.

13. At least in part due to growing consumer awareness of health problems caused by

excessive sugar consumption, in recent years consumers have shown a distinct preference for

products with little or no added sugar.

14. In August 2016, an article in "Prepared Foods" magazine noted that "[o]ngoing

concerns about obesity and sugar intake have driven interest in reduced sugar and diet drinks in

recent years."5

15. As another observer of the food industry explained in May, 2017: "[h]ealth concerns

and better educated consumers are propelling the demand for sugar reduction across food and

beverage categories. . . Sugar reduction will be one of the top marketing claims prominently

featured on products in the coming year. . ."6

16. Similarly, an article in the February 28, 2018, edition of "Food Business News"

reported that "[s]peakers addressing consumer trends at the International Sweetener Colloquium

in Orlando on February 13 said sugar avoidance was a macro trend 'that is here to stay and will

only increase.""7

17. The same article noted that "I.R.I. [Information Resources, Inc.] surveys show that

58% of consumers across generations are avoiding sugar. . . [and of] those avoiding sugar, 85%

are doing so for health reasons and 58% for weight concerns."8

B. Consumer Preference for Products Sweetened with Honey Instead of Sugar

<sup>5</sup> PreparedFoods.com, Trends in Sugar Reduction and Natural Sweeteners, August 24, 2016.

<sup>&</sup>lt;sup>6</sup> Laura Dembitzer, <u>Less is More: Sugar Reduction, Less Sodium & Low-FODMAPS in Food, Beverage</u>, Food Insider Journal, May 09, 2017.

<sup>&</sup>lt;sup>7</sup> Ron Sterk, Avoidance of sugar remains macro trend, Food Business News, February 28, 2018

- 18. Surveys show "[c]onsumers rated honey at 73% 'better for you than sugar."
- 19. A survey highlighted in "Prepared Foods" magazine in 2018 noted that: (i) "93% of consumers consider honey to be a natural sweetener;" (ii) "58% of consumers with one or more children look for honey on the product label;" (iii) "60% of consumers between the ages of 18 and 34 look for honey on the product label; and (iv) about half of consumers would pay at least 5% more for food bars, ready-to-drink tea, and yogurt primarily sweetened with honey." 10
- 20. Referring to food products perceived as healthier, the Huffington Post reported that "[a]ccording to a 2015 Nielsen survey of 30,000 people, 90% of shoppers are willing to pay more for the added quality and benefits."<sup>11</sup>
- 21. Honey is a naturally occurring substance and, unlike sugar, has small amounts of nutrients such as vitamins, minerals, enzymes, and antioxidants.
- 22. In addition, honey has a lower glycemic index than sugar, meaning that it causes slower fluctuations in blood glucose levels (often referred to as "blood sugar") and therefore in insulin levels as well.
- 23. Rapid spikes of blood glucose levels lead to quick spurts of energy followed by sharp declines in energy characterized by tiredness, headaches, and difficulties in concentrating ("low blood sugar").
- 24. Although sugar contains slightly fewer calories than honey by weight, honey is much sweeter than sugar and therefore less is needed to achieve the same level of sweetness.
- 25. Based on the common marketplace perception that honey is healthier and more natural than sugar, consumers place a greater value on products that are sweetened with honey

<sup>9</sup> *Id*.

<sup>&</sup>lt;sup>10</sup> Supra, Trends in Sugar Reduction and Natural Sweeteners.

<sup>&</sup>lt;sup>11</sup> Brian Kennell, <u>Healthy Food Trends Drive New Products</u>, HuffingtonPost.com, October 1, 2015 updated December 6, 2017.

instead of sugar and are willing to pay a higher price for such products.

- C. Contrary to Representations, Honey is Present in De Minimis Amount and Products Sweetened Mainly with Sugar
- 26. The sweeteners in the Product include (1) sugar ("white," "regular" or "table" sugar), made from liquid extracted from sugar beet and sugar cane plants after multiple stages of processing and refinement and (2) honey, made by bees from the nectar of flowering plants.
- 27. The Product's ingredients, listed in descending order of predominance, reveal that "Organic Cane Sugar" sugar is the predominant sweetening agent and "Organic Honey" is least predominant.

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**INGREDIENTS:** ORGANIC WHEAT FLOUR, ORGANIC CANE SUGAR, ORGANIC **EXPELLER PRESSED** SUNFLOWER SEED OIL, AND/OR ORGANIC EXPELLER EXPRESED SAFFLOWER SEED OIL, AND/OR ORGANIC EXPELLER EXPRESED CANOLA OIL, ORGANIC WHOLE WHEAT FLOUR, ORGANIC HONEY, **ORGANIC** MOLASSES, CONTAINS LESS THAN 2% OF EACH OF THE FOLLOWING: ORGANIC CANE SYRUP, SEA SALT, BAKING SODA (SODIUM BICARBONATE), AMMONIUM BICARBONATE, SEA SALT, CREAM OF TARTAR.

- 28. That the Products contain a miniscule amount of honey is or will be confirmed by independent laboratory testing results.
- 29. By comparing the sugar profile of the Products with the sugar profile of honey, as contained in the USDA Food Database, the amount of honey can be estimated.

## Sugar Profile of Honey

36% glucose

41% fructose

82% sugar ~3% galactose

~1% maltose

<1% sucrose

17% moisture <1% from ash

<1% from protein

Total: 100 %

- 30. The sugar profile of honey reveals 44% of its sugar content is due to glucose while 50% is from fructose.
- 31. Where a food has naturally occurring sugars like in fruits, the sweetening is the result of fructose and/or glucose (sometimes referred to as dextrose).
  - 32. Standard "sugar" as used in the Products is sucrose.
- 33. Laboratory analysis performed on the Products would or did reveal a recovery of c. 21% total sugar, which is consistent with the amount of sugars declared on the Nutrition Facts, 7g per 31g serving.
- 34. Plaintiff does not allege that the percentage or amount of sugar as indicated on the Nutrition Facts is incorrect even though 7g of a 31g serving is 25% total sugar.
- 35. Deviations from the Nutrition Facts values are permitted by law due to rounding calculations and other criteria and are not challenged here as the basis of any claim.
- 36. From the c. 21% total sugar which would be recovered, it is estimated that over 90% (18.90%) is from sucrose (added sugar) with and less than 3% from both fructose and glucose
- 37. Assuming fructose and glucose was contributed by honey, the maximum amount of honey in the Products would be slightly above 2%, indicated on the ingredient list.
- II. Products are Misleading Due to Representations they Contain More Whole Grain Flour than Actually Present

- 38. The Product's name of "Honey Graham Crackers" gives reasonable consumers the impression that whole grain graham flour is the primary, predominant and/or exclusive flour ingredient used.
- 39. Dictionaries confirm what reasonable consumers expect when it comes to a (honey) "graham cracker," defining it as "a slightly sweet cracker made of whole wheat flour" and "a semisweet cracker, usually rectangular in shape, made chiefly of whole-wheat flour." <sup>12</sup>
- 40. This whole grain content distinguishes a graham cracker from other crackers and cookies which are made with mostly white flour, also referred to as "wheat flour," "enriched flour," and "refined flour."
- 41. In whole grain flour, all three parts of the grain are used as opposed to white flour, which only uses the endosperm.
- 42. Because the "Graham" in "Honey Graham Crackers" refers to whole grain flour, reasonable consumers expect a food identified in this way to have more whole grains than if the main ingredient was enriched flour.
- 43. However, the ingredient list reveals "organic wheat flour" is the predominant flour, indicated by its listing ahead of "Organic Whole Wheat Flour," or graham flour.

INGREDIENTS: ORGANIC WHEAT FLOUR, ORGANIC CANE SUGAR, ORGANIC EXPELLER PRESSED SUNFLOWER SEED OIL, AND/OR ORGANIC EXPELLER PRESSED SAFFLOWER SEED OIL, AND/OR ORGANIC EXPELLER PRESSED CANOLA OIL, ORGANIC WHOLE WHEAT FLOUR, ORGANIC HONEY, ORGANIC MOLASSES, CONTAINS LESS THAN 2% OF EACH OF THE FOLLOWING: ORGANIC CANE SYRUP, SEA SALT, BAKING SODA (SODIUM BICARBONATE), AMMONIUM BICARBONATE, CREAM OF TARTAR.

INGREDIENTS: ORGANIC WHEAT FLOUR, ORGANIC CANE SUGAR, ORGANIC EXPELLER PRESSED

<sup>&</sup>lt;sup>12</sup> https://www.dictionary.com/browse/graham-cracker

SUNFLOWER SEED OIL, AND/OR ORGANIC EXPELLER EXPRESED SAFFLOWER SEED OIL, AND/OR ORGANIC EXPELLER EXPRESED CANOLA OIL, ORGANIC WHOLE WHEAT FLOUR, ORGANIC HONEY, ORGANIC MOLASSES, CONTAINS LESS THAN 2% OF EACH OF THE FOLLOWING: ORGANIC CANE SYRUP, SEA SALT, BAKING SODA (SODIUM BICARBONATE), AMMONIUM BICARBONATE, SEA SALT, CREAM OF TARTAR.

## A. Consumers Expect Product Labeled with Whole Grain Claim to Contain More Fiber

- 44. Consumer surveys have confirmed that consumers increasingly seek products made with whole grains because they are expected to contain, and do contain, more fiber than refined white flour<sup>13</sup>
  - At least half of consumers expect that for every one gram of whole grain per serving,
     there will be at least one gram of fiber;
  - Two-thirds of consumers (67%) agree with the statement that whole grain foods are high in fiber; and
  - 75% of consumers who observe claims that a product is made with, or contains whole grains, will expect the food to be at least a good source of fiber.
- 45. The 2015 Dietary Guidelines for Americans recommended that at least half of the grains in a healthy diet should be whole grains.<sup>14</sup>
- 46. The FDA cautioned manufacturers against misleading consumers as to whole grain content of foods:<sup>15</sup>

<sup>&</sup>lt;sup>13</sup> FDA-2006-D-0298-0016, Exhibit 1a - "A Survey of Consumers Whole Grain & Fiber Consumption Behaviors, and the Perception of Whole Grain Foods as a Source of Dietary Fiber" - [Kellogg Company - Comment] (July 1, 2010); Docket ID: FDA-2006-D-0298, Guidance for Industry and FDA Staff: Whole Grains Label Statements.

<sup>&</sup>lt;sup>14</sup> U.S. DEP'T OF AGRIC. AND U.S. DEP'T OF HEALTH & HUMAN SERVS., *Dietary Guidelines for Americans* 2015–2020 (8th ed. 2015), *available at* <a href="http://goo.gl/qnyfLi">http://goo.gl/qnyfLi</a> (click "A Closer Look Inside Healthy Eating Patterns").

<sup>&</sup>lt;sup>15</sup> Draft Guidance for Industry and FDA Staff: Whole Grains Label Statements," Docket No. 2006D-0066, ("Whole Grain Guidance").

7. Question: Does the term "whole grain" mean the same as "100 percent whole grain"? If a product is labeled as "whole wheat bagel" or "whole wheat pizza," how much whole wheat should it contain? What is graham flour?

Answer: FDA has not defined any claims concerning the grain content of foods. However, the agency has established standards of identity for various types of cereal flours and related products in 21 CFR Part 137, including a standard of identity for "whole wheat flour" (§ 137.200) and "whole durum flour" (§ 137.225). Graham flour is an alternative name for whole wheat flour (§ 137.200).

Depending on the context in which a "whole grain" statement appears on the label, it could be construed as meaning that the product is "100 percent whole grain." We recommend that products labeled with "100 percent whole grain" not contain grain ingredients other than those the agency considers to be whole grains.

- 47. The FDA has warned companies against making misleading whole grain representations in a product name "HiHo Deluxe WHOLE WHEAT Crackers" and "Krispy WHOLE WHEAT Saltine Crackers" where the products were predominantly white flour.<sup>16</sup>
- 48. The Federal Trade Commission ("FTC") recognized that "[M]any reasonable consumers will likely understand 'whole grain' [claims] to mean that all, or virtually all, of the food product is whole grain, or that all of the grain ingredients in the product are whole grains.<sup>17</sup>
- 49. By highlighting the whole grain ingredient, "Graham" as part of the product name "Honey Graham Crackers," defendant is impliedly highlighting the presence of nutrients associated with whole grains fiber, and that the amount and/or percentage of whole grain flour exceeds non-whole grain flour in the Products.<sup>18</sup>
  - 50. Reasonable consumers expect a product represented with such "whole grain" claims

<sup>&</sup>lt;sup>16</sup> CSPI Petition to Prohibit Misbranding of Whole Wheat Products and to Promulgate Food Labeling Regulations Concerning Products Made with Whole Wheat, Docket No. 93P-0227 (Jun. 25, 1993).

<sup>&</sup>lt;sup>17</sup> In the Matter of Draft Guidance for Industry and FDA Staff: Whole Grains Label Statements, Docket No. 2006-0066 Comments of the Staff of the Bureau of Consumer Protection, the Bureau of Economics, and the Office of Policy Planning of the Federal Trade Commission April 18, 2006

<sup>&</sup>lt;sup>18</sup> 21 U.S.C. § 343(r)(1); 21 C.F.R. § 101.65.

to provide at least 10 percent (a good source) or above 20 percent (high) of the RDI (Reference Daily Intake) or the DRV (Daily Reference Value) of fiber. 19

51. However, the Products are not a good source of, nor high, in fiber, as the nutrition facts reveal the Product has less than 1g of fiber (3%).



## B. The Small Amount of Honey has the Effect of Darkening the Products' Color

- 52. Consumers associate darker hues in grain products with the presence of a significant amount of whole grain ingredients.
- 53. Though the Products contain honey purportedly for its sweetening effect, the honey serves another purpose: imparting a darker color to a product which would be significantly whiter if based solely on the ratio of enriched flour to whole grain wheat, graham flour.
  - 54. According to W.K. Nip, the presence of "mostly reducing sugars in its sugar profile"

<sup>&</sup>lt;sup>19</sup> 21 C.F.R. § 101.54(b)-(c).

causes "honey [to] brown[s] easily during baking, adding a natural dark color to baked products such as bread, crackers, and other products. Chapter 7, "Sweeteners."

- 55. The use of a small amount of honey contributes to consumers getting the misleading impression the Products contain more whole grain graham flour than actually is present.
- III. Defendant's Representations are Inconsistent with Regulations and Mislead Consumers
- 56. A product branded "Honey Graham Crackers" that contains a honey dipper in a bowl of honey conveys to a reasonable consumer it is mostly sweetened with honey as opposed to sugar and is predominantly made with whole grain graham flours.
- 57. The deception is compounded by the fact that there is no prominent language or indication on the packaging that sugar is the primary sweetener of a cracker mostly made with refined white flour.
- 58. The branding and packaging of "Honey Graham Crackers" is not accurate or justifiable on the basis that honey is expected to substantively contribute to the Product's nutritive value, in contrast to its presence in an amount more akin to a flavor.
- 59. The Food, Drug, and Cosmetic Act ("FDCA") provides that a food is misbranded if "its labeling is false or misleading in any particular." 21 U.S.C. § 343(a)(1).
- 60. The FDA recognizes that product names can be misleading when they suggest one or more, but not all, of the key ingredients, like honey and whole grain graham flour, yet fail to disclose other more predominant ingredients like refined flour and basic sugar:

The labeling of a food which contains two or more ingredients may be misleading by reason (among other reasons) of the designation of such food in such labeling by a name which includes or suggests the name of one or more but not all such ingredients, even though the names of all such ingredients are stated elsewhere in the labeling.

21 C.F.R. § 101.18(b).

61. FDA regulations require that a food product's name disclose the percentage of honey and whole grain, graham flour, when these are "characterizing ingredient[s]:"

The common or usual name of a food shall include the percentage(s) of any characterizing ingredient(s) or component(s) when the proportion of such ingredient(s) or component(s) in the food has a material bearing on price or consumer acceptance or when the labeling or the appearance of the food may otherwise create an erroneous impression that such ingredient(s) or component(s) is present in an amount greater than is actually the case.

- 21 C.F.R. § 102.5(b).
- 62. Under 21 C.F.R. § 102.5(b), honey and whole grain graham flour are "characterizing ingredients" of the Products because their proportion in the Products has a material bearing on price and consumer acceptance of the Products for the reasons set forth above.
- 63. Honey and whole grain graham flour are also "characterizing ingredients" of "Honey Graham Crackers" under § 102.5(b) because the labeling creates an erroneous impression that honey and whole grain graham flour are present in amounts greater than is actually the case.

### IV. Conclusion

- 64. Defendant's branding and packaging of the Products are designed to and does deceive, mislead, and defraud consumers.
- 65. Defendant has sold more of the Products and at higher prices per unit than it would have in the absence of this misconduct, resulting in additional profits at the expense of consumers.
- 66. The amount and proportion of the characterizing components, honey and whole grain graham flour, have a material bearing on price and consumer acceptance of the Products because consumers are willing to pay more for such Products.
- 67. The value of the Product that plaintiff purchased and consumed was materially less than its value as represented by defendant.
  - 68. Had plaintiff and class members known the truth, they would not have bought the

Products or would have paid less for it.

- 69. The Product contains other representations which are misleading and deceptive.
- 70. As a result of the false and misleading labeling, the Product is sold at a premium price, approximately no less than \$3.89 per unit, excluding tax, compared to other similar products represented in a non-misleading way.

## Jurisdiction and Venue

- 71. Jurisdiction is proper pursuant to 28 U.S.C. § 1332(d)(2) (Class Action Fairness Act of 2005 or "CAFA").
- 72. Under CAFA, district courts have "original federal jurisdiction over class actions involving (1) an aggregate amount in controversy of at least \$5,000,000; and (2) minimal diversity[.]" *Gold v. New York Life Ins. Co.*, 730 F.3d 137, 141 (2d Cir. 2013).
- 73. Upon information and belief, the aggregate amount in controversy is more than \$5,000,000.00, exclusive of interests and costs.
  - 74. Plaintiff is a citizen of New York.
- 75. Defendant is a Delaware corporation with a principal place of business in Austin, Travis County, Texas and is a citizen of Texas.
- 76. This court has personal jurisdiction over defendant because it conducts and transacts business, contracts to provide and/or supply and provides and/or supplies services and/or goods within New York.
- 77. Venue is proper because plaintiff and many class members reside in this District and defendant does business in this District and State.
- 78. A substantial part of events and omissions giving rise to the claims occurred in this District.

#### **Parties**

- 79. Plaintiff is a citizen of New York, New York County, New York.
- 80. Defendant Whole Foods Market Group, Inc. is a Delaware corporation with a principal place of business in Austin, Texas, Travis County.
- 81. During the relevant statutes of limitations, plaintiff purchased the Product within this district and/or State for personal consumption in reliance on the representations.

#### Class Allegations

- 82. The classes will consist of all purchasers of the Products in New York, the other 49 states and a nationwide class, during the applicable statutes of limitations.
- 83. Common questions of law or fact predominate and include whether defendant's representations were and are misleading and if plaintiff and class members are entitled to damages.
- 84. Plaintiff's claims and basis for relief are typical to other members because all were subjected to the same unfair and deceptive representations and actions.
- 85. Plaintiff is an adequate representative because her interests do not conflict with other members.
- 86. No individual inquiry is necessary since the focus is only on defendant's practices and the class is definable and ascertainable.
- 87. Individual actions would risk inconsistent results, be repetitive and are impractical to justify, as the claims are modest relative to the scope of the harm.
- 88. Plaintiff's counsel is competent and experienced in complex class action litigation and intends to adequately and fairly protect class members' interests.
  - 89. Plaintiff seeks class-wide injunctive relief because the practices continue.

#### New York GBL §§ 349 & 350

## (Consumer Protection from Deceptive Acts)

- 90. Plaintiff incorporates by reference all preceding paragraphs.
- 91. Plaintiff and class members desired to purchase, consume and use products or services which were as described and marketed by defendant and expected by reasonable consumers, given the product or service type.
- 92. Defendant's acts and omissions are not unique to the parties and have a broader impact on the public.
- 93. Defendant misrepresented the substantive, quality, compositional, organoleptic and/or nutritional attributes of the Products.
- 94. Defendant's conduct was misleading, deceptive, unlawful, fraudulent, and unfair because it gives the impression to consumers the Products were primarily if not exclusively sweetened with honey instead of sugar and that whole grain graham flour instead of white enriched flour was the exclusive or at least the predominant flour ingredient.
- 95. Plaintiff and class members would not have purchased the Products or paid as much if the true facts had been known, suffering damages.

#### Negligent Misrepresentation

- 96. Plaintiff incorporates by reference all preceding paragraphs.
- 97. Defendant misrepresented the substantive, quality, compositional, organoleptic and/or nutritional attributes of the Products.
- 98. Defendant's conduct was misleading, deceptive, unlawful, fraudulent, and unfair because it gives the impression to consumers the Products were primarily if not exclusively sweetened with honey instead of sugar and that whole grain graham flour instead of white enriched flour was the exclusive or at least the predominant flour ingredient.

- 99. Defendant had a duty to disclose and/or provide non-deceptive marketing of the Products and knew or should have known same were false or misleading.
- 100. This duty is based on defendant's position as an entity which has held itself out as having special knowledge and experience in the production, service and/or sale of the product or service type.
- 101. The representations took advantage of consumers' (1) cognitive shortcuts made at the point-of-sale and (2) trust placed in defendant, a well-known and respected brand in this sector.
- 102. Plaintiff and class members reasonably and justifiably relied on these negligent misrepresentations and omissions, which served to induce and did induce, the purchase of the Products.
- 103. Plaintiff and class members would not have purchased the Product or paid as much if the true facts had been known, suffering damages.

# Breaches of Express Warranty, Implied Warranty of Merchantability and Magnuson Moss Warranty Act, 15 U.S.C. §§ 2301, et seq.

- 104. Plaintiff incorporates by reference all preceding paragraphs.
- 105. The Products were manufactured, labeled and sold by defendant and warranted to plaintiff and class members that they possessed substantive, functional, nutritional, qualitative, compositional, organoleptic, sensory, physical and other attributes which they did not.
- 106. Defendant had a duty to disclose and/or provide non-deceptive descriptions and marketing of the Products.
- 107. This duty is based, in part, on defendant's position as one of the most recognized companies in the nation in this sector.
- 108. Plaintiff provided or will provide notice to defendant, its agents, representatives, retailers and their employees.

- 109. Defendant received notice and should have been aware of these misrepresentations due to numerous complaints by consumers to its main office over the past several years.
- 110. The Products did not conform to their affirmations of fact and promises due to defendant's actions and were not merchantable.
- 111. Plaintiff and class members would not have purchased the Products or paid as much if the true facts had been known, suffering damages.

## <u>Fraud</u>

- 112. Plaintiff incorporates by references all preceding paragraphs.
- 113. Defendant's conduct was misleading, deceptive, unlawful, fraudulent, and unfair because it gives the impression to consumers the Products were primarily if not exclusively sweetened with honey instead of sugar and that whole grain graham flour instead of white enriched flour was the exclusive or at least the predominant flour ingredient.
- 114. Defendant's fraudulent intent is evinced by its failure to accurately identify the Products on the front label when it knew this was not true.
- 115. Plaintiff and class members would not have purchased the Products or paid as much if the true facts had been known, suffering damages.

#### Unjust Enrichment

- 116. Plaintiff incorporates by reference all preceding paragraphs.
- 117. Defendant obtained benefits and monies because the Products were not as represented and expected, to the detriment and impoverishment of plaintiff and class members, who seek restitution and disgorgement of inequitably obtained profits.

## Jury Demand and Prayer for Relief

Plaintiff demands a jury trial on all issues.

**WHEREFORE**, Plaintiff prays for judgment:

1. Declaring this a proper class action, certifying Plaintiff as representative and undersigned

as counsel for the class;

2. Entering preliminary and permanent injunctive relief by directing defendant to correct the

challenged practices to comply with the law;

3. Injunctive relief to remove, correct and/or refrain from the challenged practices and

representations, restitution and disgorgement for members of the State Subclasses pursuant

to the applicable laws of their States;

4. Awarding monetary damages and interest, including treble and punitive damages, pursuant

to the common law and other statutory claims;

5. Awarding costs and expenses, including reasonable fees for plaintiff's attorneys and

experts; and

6. Other and further relief as the Court deems just and proper.

Dated: February 13, 2020

Respectfully submitted,

Sheehan & Associates, P.C.

/s/Spencer Sheehan

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S.D.N.Y. # SS-2056

19

1:20-cv-01291 United States District Court Southern District of New York

Chandra Campbell, individually and on behalf of all others similarly situated,

Plaintiff,

- against -

Whole Foods Market Group, Inc.,

Defendant

# **Class Action Complaint**

Sheehan & Associates, P.C. 505 Northern Blvd Ste 311 Great Neck NY 11021-5101

Tel: (516) 303-0552 Fax: (516) 234-7800

Pursuant to 22 NYCRR 130-1.1, the undersigned, an attorney admitted to practice in the courts of New York State, certifies that, upon information, and belief, formed after an inquiry reasonable under the circumstances, the contentions contained in the annexed documents are not frivolous.

Dated: February 13, 2020

/s/ Spencer Sheehan
Spencer Sheehan